

SEN. GEORGE RUNNER (RET.)

MEMBER STATE BOARD OF EQUALIZATION CALIFORNIA'S TAX BOARD

March 29, 2013

The Honorable Al Muratsuchi California State Assembly State Capitol Sacramento, CA 95814

RE: SUPPORT AB 927 (Muratsuchi)

Dear Assembly Member Muratsuchi,

I am pleased to support your AB 927. With our unemployment rate still among the highest in the nation, the legislature desperately needs to implement policies that will encourage job creation. This legislation will create a competitive tax policy for businesses involved with research, development, and manufacturing by creating an exemption to qualified individuals engaging in these activities. It will also stimulate economic growth by removing barriers to technological innovation and manufacturing in the State of California.

Through its high taxes and burdensome regulations, California has developed a reputation of unfriendliness towards business and manufacturing. By exempting products used primarily in manufacturing, research and development from a large portion of sales and use taxes, this bill will encourage the development of manufacturing in our state and send a signal that California is serious about helping job creators succeed.

Thank you for introducing this measure. I urge swift passage of AB 927.

Sincerely,

GEORGE RUNNER Second District